

Mr. Syed Safeer Hussain,
Registrar,
National Electric Power Regulatory Authority,
NEPRA Tower, Attaturk Avenue (East),
Sector G-5/1,
Islamabad.

Ref No. KE/BPR/NEPRA/2020/1339
November 05, 2020

Subject: Quarterly variation for the quarter April 2020 to June 2020 (revised) under Multi-Year Tariff 2017 – 2023

Dear Sir,

This is with reference to the mechanism for monthly and quarterly variations provided in the Multi-Year Tariff Determination of K-Electric Limited (KE) dated July 5, 2018 (MYT), notified vide SRO No. 576 (I)/2019 dated May 22, 2019.

In this regard, and with reference to the letter dated July 29, 2020 through which KE submitted its quarterly variation for the quarter April 2020 to June-2020, KE would like to submit that Auditors have completed their verification of write off claims of FY 2020 as mentioned in note 34.2 of the Audited Financial Statements of FY-2020 (enclosed). Accordingly, revised quarterly variation for the quarter ended June 2020 including verified amount of write off claim is attached.

Summary of revised quarterly variation in the Schedule of Tariff (SoT) is given below for Authority's approval:

Quarter	Quarterly Variation per unit (PKR / kWh)
April to June, 2020	(3.918)

Further, we would like to highlight that the write off claims for FY 2017 to 2019 are pending for determination. These claims were submitted on July 19, 2019, October 18, 2019 and April 24, 2020, respectively, after fulfilling all the conditions stipulated in the MYT, including verification from Independent Auditors.

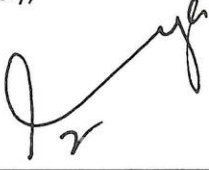
Subsequently, on request of NEPRA's professionals, a meeting was held between Auditors and NEPRA's professionals on June 11, 2020 for explanation of the verification procedures, followed by submission of written responses from Auditors on queries raised vide letter dated July 20, 2020 (enclosed) wherein KE also requested for expeditious processing of claims and an opportunity of hearing on the subject matter.

Accordingly, we would humbly like to reiterate our request to provide an opportunity of hearing on the subject matter and would also request to expedite the process for approval of write off claims, along with pending Quarterly tariff variations.



We would be grateful for the Authority's understanding and support in this regard.

Sincerely,



Ayaz Jaffar Ahmed
Director – Finance & Regulations

Enclosed:

- KE's Audited Financial Statements – FY 2020
- Calculation sheet of quarterly variation – June 2020
- KE's letter dated August 17, 2020
- KE's letter dated July 20, 2020